

1 BEFORE THE BOARD OF PERSONNEL APPEALS

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3 TEAMSTERS, CHAUFFEURS, WAREHOUSEMEN,
4 & HELPERS UNION LOCAL #448,ULP-11-1976

5 Complainant,

FINDINGS OF FACT
CONCLUSIONS OF LAW
AND PROPOSED ORDER

6 ---

7 CITY OF LIBBY

8 Defendant.

9 * * * * *

10 An unfair labor practice charge was filed by Teamsters, Chauffeurs,
11 Warehousemen, & Helpers Union Local #448, (Union) against the City of
12 Libby (City). The charge makes the following four allegations:13 1. About 2-10-76 defendant did attempt to elicit signatures on a
14 petition prepared by the defendant, to repudiate the certified bargaining
15 representative.16 2. About 2-19-76 defendant submitted a bargaining proposal directly
17 to the members of the bargaining unit.18 3. About 2-18-76 defendant, by letter, proposed an increase in wages
19 and clothing allowance and withdrew all old agreements previously resolved.20 4. Defendant refuses to abide by Section 11-1024.3, R.C.M., 1947,
21 although the taxpayers were assessed two mills to pay for implementing said
22 Section.23 A hearing on the charges was held in the Fire Hall at Libby, Montana, on
24 July 13, 1976. Robert Skelton represented the Union at the hearing, and
25 David W. Barnes represented the City.26 After reviewing the testimony and evidence presented at the hearing,
27 I have determined that there is insufficient evidence to base any type of
28 decision as to charge number 3 as above quoted. Therefore, that charge is
29 dismissed.30 As to the remaining three charges, the following are my findings of
31 Fact:

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FINDINGS OF FACT

2 11. That on or about February 18, 1976, the City of Libby sent to Robert
3 Skelton, attorney for the Union, a proposal entered into evidence as Complain-
4 ant's exhibit 1. That exhibit stated on the last page of the proposal:

"The City holds the terms and conditions contained in this agreement open to the union for a period of ten days from February 18, 1976, if the agreement is not accepted within that time. It shall automatically be withdrawn."

9 2. Mr. Skelton has appeared with Union representatives at previous
10 negotiation session with the city.

11 3. Mr. Skelton, after receiving the City's proposal, sent the proposal
12 to Leonard Driscoll, secretary-treasurer of Local 448.

4. Mr. Driscoll in turn sent the proposal to Jack Eagan, Business
5. Representative for the Union. Upon receipt of the proposal, Mr. Eagan
6. contacted Mr. Harmon and requested an extension of time to accept the offer.
7. Mr. Harmon was adamant in refusing the extension.

17 5. Edward Baker, Libby City Councilman and the City's representative in
18 the negotiations, testified that he wasn't sure precisely how the policemen
19 got a copy of the proposal, but believes that he just took a copy down and
20 handed it to them. The testimony is clear that the policemen were presented
21 with a copy of the proposal, and the testimony is also quite clear that Council-
22 man Baker was responsible for presenting it to them.

23 6. Respondent's exhibit A, a duplicate of Complainant's exhibit no. 1,
24 shows the agreement was signed individually by each of the members of the
25 police force as an acceptance of the City's offer. The City through its attor-
26 ney, Mr. Harmon, stated upon inquiry of Fred Brooks, a member of the Union,
27 that although the City would like to have the Union respond to their proposal,
28 that if the Union wasn't going to respond, then the signatures of the Union
29 members was sufficient.

7. Mr. Fred Brooks testified that upon his request, that he obtained from Mr. Baker what is marked as Complainant's exhibit #2 which is a copy of this Board's regulation for Petitions for Decertification and a petition which states the purpose of the petition is to decertify the Union. Testimony

1 elicited from all witnesses establishes that at no time was there any pressure
2 from the City or any of its representatives to have the members of the Union sign
3 the petition. Mr. Baker did state to Mr. Brooks that as long as the men are
4 in the Union, he could not deal with them directly.

5 8. The insurance now held by the police department is insurance provided
6 through the Teamster's Union and is different insurance from that of other City
7 employees.

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9 CONCLUSION OF LAW

10 1. In view of the above Findings of Facts, I conclude that the City of
11 Libby is not guilty of an unfair labor practice as charged in Count I of
12 Complainant's Petition. Although Councilman Baker used poor judgment in pro-
13 viding Complainant's exhibit #2 to Fred Brooks, he did in essence provide Mr.
14 Brooks with nothing more than a copy of this Board's rules. There is absolutely
15 no evidence on record which established that Councilman Baker or for that matter
16 anyone from the City encouraged the signing of the Petition for Decertification
17 or encouraged Mr. Brooks in initiating the petition drive.

18 2. From the above findings of Fact, I conclude that the City of Libby is
19 guilty of an unfair labor practice as alleged in Count II of Complainant's
20 Petition. By presenting its proposal directly to the membership with the
21 contingency: "The City holds the terms and conditions contained in this
22 agreement open to the Union for a period of ten days from February 18, 1976,
23 if the agreement is not accepted within that time it shall automatically be
24 withdrawn," the City has engaged in individual bargaining and has deprived
25 the employees of their rights guaranteed under section 59-1603 which is an
26 unfair labor practice as defined by 59-1065 (a).

27 Let me add for the purpose of clarification that it is not the showing of
28 the proposal to the employees for which I am finding the unfair labor practice.
29 That, I would interpret as nothing more than an informational service by the
30 City to the employees. The behavior for which I am finding the unfair labor
31 practice is the contingency attached to the contract which in essence does
32 not allow the Union to effectively respond to the proposal and thus forces the

employees to act individually in order to take advantage of the offer and settle the dispute. This is especially true in view of the fact the proposal was not sent directly to the bargaining representative. If such bargaining technique were allowed to stand and not be kept in check, then the entire purpose of the Title 59, Chapter 11 would be circumvented.

6 3. From the above Findings of Fact, I conclude that the City of Libby is
7 not guilty of an unfair labor practice as alleged in Count IV of Complainant's
8 Petition. The testimony and arguments are sketchy as to the exact factual
9 situation which now exists concerning insurance and the negotiations which may
10 have transpired thus far. I attribute the sketchiness to the difference in inter-
11 pretation which each side gives to the statute involved, Section 11-1024.3.
12 In order to avoid any further confusion, I will give the Board's interpreta-
13 tion of the responsibilities that that statute puts on both parties as it
14 concerns Title 59, Chapter 16.

Section 11-1024.3 provides:

**GROUP INSURANCE FOR POLICEMEN -- PAYMENT OF PREMIUMS

17 cities of all classes, if they provide insurance for
18 other city employees under Section 11-1024 shall:

19 (1) provide the same insurance to their respective
20 policemen;
21 (2) notwithstanding Section 11-1024, pay the full
22 premium of each policeman's insurance coverage
23 for the policeman and his dependents;"
24 (fourth line added)

25 Researching the legislative history of this section did not shed anymore
26 light on the meaning of the statute than can be found in the text of the statute.
27 I, therefore, must conclude that the intent of the legislature is that which
28 can be discerned from the face of the statute.

As my Findings of Fact show, the City of Libby presently provides insurance to other city employees. The City therefore is obligated by the above quoted language to pay the full premium for the policeman and his dependents as it would cost under that insurance protection provided other city employees.

1 This is not a bargainable item, but rather a statutory right of the policeman.
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3 The policemen, however, are not under the same insurance policy as the
4 other City employees. As my Findings of Fact show, they have opted to be
5 covered by the Teamster's Insurance, which is better coverage than that pro-
6 vided by the City. This is a logical step considering the hazardous occu-
7 pation of the policeman.

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9 The City, however, is under an obligation by the above-quoted statute
10 only to pay that amount which it would cost to provide coverage under the
11 insurance provided to all city employees. ANY ADDITIONAL AMOUNT IS A BARGAIN-
12 ABLE ITEM. So it is not an unfair labor practice under Title 59, Chapter 16,
13 for the City to negotiate on that amount which they are not statutorily
14 required to pay.

15 Clause 11 of the contract signed by the members of the Union February
16 28, 1976, states:

17 "11. Effective July 1, 1975, the City shall pay into the Montana
18 Teamsters Employers Trust the following amounts: (1) If the
19 policeman is single, the sum of \$20.73 per month; (2) If the
20 policeman is married but has no children, the sum of \$42.34 per
21 month; (3) If the policeman is married and has a family, the
22 sum of \$50.83 per month. The City shall make a \$10.00 contribu-
23 tion for the health and welfare of the police clerks. The amounts
24 herein specified shall be paid in lieu of wages (before taxes)
25 for every member of the bargaining unit who worked 80 hours or
26 more the preceding month, to provide a paid health and accident
27 insurance plan. The payments are to be made on or before the
28 10th of each month. . . ."

29 If the above quoted amounts in the present contract are the same premium
30 amounts for the insurance coverage enjoyed by other city employees, then the
City has complied with 11-1024.3. If the Union desires more premium to be
paid by the City, then they must succeed through negotiations.

31 The Complainant in their brief on this matter makes reference to the
32 fact that the City has levied a 2 mill tax to support these payments. The



1 City is under a duty to meet its obligation of paying the premiums of the
2 police officers as I have previously stated. The levying of this mill levy
3 does not, however, increase their statutory obligation under 11-1024.3. They
4 still do not have to pay any more premium than the amount for the Insurance
5 coverage of other City employees.

6 Paragraph 2 of clause 11 of the February 28, 1976, employee signed agree-
7 ment reads:

8 "It is specifically understood and agreed that if R.C.M.
9 1947, Sec. 11-1024.2 is declared unconstitutional, or if
10 the City declares not to continue its group insurance plan
11 and therefore eliminates the condition precedent contained
12 in Sec. 11-1024.1, then all amounts over and above \$10.00
13 per employee per month as contribution, shall be considered
14 wages and taxed accordingly. The \$10.00 contribution shall
15 be considered in lieu of wages."

16 If either of the two conditions occur as stated in the above quoted para-
17 graph (I believe the section made reference to was meant to be 11-1024.3 refer-
18 ring to Policemen and not 11-1024.1 referring to firemen), then I would say that
19 there would be a change of conditions which would necessitate the re-opening
20 of negotiations. If however, both sides are willing to agree to the above
21 quoted paragraph, then there would be no necessity of re-opening negotiations.
22 It should be understood, however, that the City cannot refuse to meet its
23 statutory obligation until the Union agrees to the above quoted condition. The
24 City may protect itself by stating that Clause 11 is agreed to only so long as
25 Section 11-1024.3 is valid and as long as the remainder of the City employees
26 have an insurance program.

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28 PROPOSED ORDER

29 1. The City of Libby shall cease and desist from any further individual
30 bargaining. The City of Libby shall make all further proposals through the bar-
31 gaining representative of Teamsters, Chauffeurs, Warehousemen & Helpers Union
32 Local #440. The City shall refrain from making proposals directly to the
membership.



2. The City of Libby shall continue to meet its statutory obligation
under Section 11-1024.3 as it has in the past, and shall refrain from requiring
a condition precedent to that statutory requirement, unless it is agreed to
by the Union.

3. The City of Libby, through its counsel, Dave Harmon, shall send a
letter to the administrator of the Board of Personnel Appeals stating that
it understands this order and intends to comply with it. This letter shall be
sent within 20 days after this decision becomes final or a final order is
issued.

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14 Dated this 23rd day of September, 1976.

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BOARD OF PERSONNEL APPEALS

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CERTIFICATE OF MAILING

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